

**REPORT/RECOMMENDATION TO THE BOARD OF SUPERVISORS  
OF SAN BERNARDINO COUNTY, CALIFORNIA  
AND RECORD OF ACTION**

35

February 24, 2004

FROM: **THOMAS L. SUTTON**, Interim Director  
Special Districts Department

SUBJECT: **APPROPRIATION INCREASE FOR COUNTY SERVICE AREA 70,  
IMPROVEMENT ZONE D-1 (LAKE ARROWHEAD DAM)**

**RECOMMENDATION:** Acting as the governing body of County Service Area 70, Improvement Zone D-1 (Lake Arrowhead Dam), approve the following Fiscal Year 2003/2004 appropriation and revenue budget adjustments for dead tree removal services as follows (4 votes required):

|   |                  |           |
|---|------------------|-----------|
| Decrease Appropriation for Contingencies (CSA 70, D1) | SLA 130 130 6000 | \$120,000 |
| Decrease General Reserves (CSA 70, D1)                | SLA 130 130 6005 | \$100,000 |
| Increase Operating Transfers Out (CSA 70, D1)         | SLA 130 130 5030 | \$220,000 |
| Increase Improvements to Land (Capital Improvement)   | CLV 130 130 4010 | \$220,000 |
| Increase Operating Transfers In (Capital Improvement) | CLV 130 130 9975 | \$220,000 |

**BACKGROUND INFORMATION:** County Service Area 70, Improvement Zone D-1 (CSA 70, D-1) is located on the east side of Lake Arrowhead. This district is funded by property taxes. These funds are used for maintenance of the dam, reforestation, replacement shrubbery and engineering services.

On December 16, 2003, the Board approved a \$300,000 appropriation increase for dead tree removal due to the bark beetle infestation. At that time, it was estimated that approximately 700 trees needed to be removed from the property owned by CSA 70, D-1, at a cost of approximately \$500,000. These 700 trees have now been removed; however, there are still an estimated 500 additional dead trees which need to be removed from the area. Therefore, we are requesting an additional \$220,000 in order to complete this project.

Approval of this item will increase the Capital Improvement Project (CIP) budget (CLV-130) by \$220,000, from \$500,000 to \$720,000, to provide additional spending authority to remove the estimated number of trees. It will also adjust the District Operating Budget (SLA-130) by \$220,000 in funds to be transferred to the CIP budget for this purpose, through a reduction of the District's general reserves and contingencies accounts.

**REVIEW BY OTHERS:** This item has been reviewed by County Counsel (L. Thomas Krahelski, Deputy 387-5436) on February 13, 2004 and the County Administrative office (Wayne Thies, Administrative Analyst 387-5409) on February 13, 2004.

**FINANCIAL IMPACT:** The increase of \$220,000 in appropriations for the CIP budget (CLV-130) is funded by general reserves and contingencies within the CSA 70, D-1, Operating Budget (SLA-130). This has no impact on the general fund.

**SUPERVISORIAL DISTRICT(S):** Third

**PRESENTER:** Jeff Rigney (387-5941)

Record of Action of the Board of Supervisors